

JON M. HUNTEMAN, JR. Coremor

CARY R. HERBERT LICHTERAN GOVERNO

State of Utah DEPARTMENT OF NATURAL RESOURCES

MICHAEL R STYLER Decutive Director

Division of Oil, Gas and Mining

JOHN R. BAZA Division Director

July 14, 2008

TaskID# 2606

Ziegler Chemical & Mineral Corp. Star Route Vernal, UT 84078

Subject: Deficient Notice of Intention to Commence Small Mining Operations, Ziegler Chemical & Mineral Corp., Harrison Project, S0470100, Unitab County, Utah

Dear Catherine Ziegler:

The Notice of Intent to Commence Small Mining Operations (NOI), received by the Division on June 13, 2008, is incomplete. The following information is required:

- 1) Page 3 #5. Submit name and address of surface land owner
- 2) Page 3 #6. Submit name and address of mineral rights owner
- 3) Page 4 #II 1. Submit Quad map name
- 4) Page 4 #II 2. Submit general location map, MUST be 1'=2000' USGS 7.5 quad map, include data requested on NOI.
- -5) Page 4 #II 2. Submit operation map, 1"=200' map, include data requested on NOI. Owe
- 6) Page 4 -#11 3. Show the map area to be disturbed on the map. 7) Page 4 - #III 3. Submit amount of material to removed.
- 8) Page 5 #III 6 &7. Submit info on roads to be built. If no roads are to built, state so. Mos (NO 9) Page 5 - # III 8. Submit acreage of area to be disturbed.
- 10) Page 5 #111 9. Start up date should be in the future for a new permit. 11) Page 5 - #10. Submit an approximate completion date.
 - 12) Maps General comment: all maps need north arrow, scale, appropriate labels and the title box, with the mine name, township, range and section number.

The surety amount for this site cannot be calculated, as the NOI does not contain enough information.

In reply, please refer to file number S/047/0100. Thank you for your cooperation.

Dans Dean, P.P. Associate Director, Mining

DD:Inh:nb 12. GROUPS WINERALS WP MO47-Unitah S0470100-Horrison Vinal deficient lo 30470100. doc

1594 West News): Temple, Juite 1210, PO Box 145801, Salt Luke City, UT 84114-5801 telephone (RD1) 538-5340 · fresimile (RD1) 359-3940 · TTY (RD1) 538-7458 · www.ogm.umh

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5.	Ownership of Land Surface:	Artist and the second s				
	Private (Fee) Public Domain (BLM) National Forest (USFS) State Trust Land/School Sections State Sovereign Lands					
	Other (please describe): <u>LIE</u>	Other (please describe): ZIEGLER CHEMICAL + MINERAL CORP.				
	Name Gordon Ziegler	Address Jericho, Ny 11753				
	Name	Address				
		Address				
	Name	Address				
6.	Ownership of Minerals:					
	Private (Fee) ■ Public Domain (BLM) ■ National Forest (USFS) ■					
	State Trust Land/School Section	one - State Sovereign Lands -				
	Other (please describe): 215	GLER CHEMICAL PHIMESON				
	Name CARDON ZIEGIER	Address 366 V. BROADWAY SUITE 210				
	Name	Address				
		Address				
		Address				
	Name	, 1041000				
	BLM Lease or Project File Number(s) and/or USFS assigned Project Number(s):					
	BLM Claim Numbers Dans					
	Utah State Lease Number(s):_	NONE				
	Name of Lessee(s) — Non	DE				
7.	Have the above surface and	mineral owners been notified in writing? No				
	If no, why not?					
		ds are involved, notification to the Division of Oil, Gas and ion requirements of Mineral Leases upon State Trust Lands.				
Explora	tion or mining activity on State Tru	ust Lands requires a minimum of 60 days notice to the Trust				
Lands A	Administration prior to commencing	g any activities. Please contact the School Institutional Trust				
Lands A	Administration (SITLA) at (801) 53	8-5508 for notification requirements.				
8.	Does the Entity have legal right to enter and conduct mining operations on the land					

11.	PROJECT LOCATION & MAP (Rule R647-3-105)				
1.	Project Location (legal description):				
	County(ies): UINTAH				
	SE 1/4, of SE 1/4, of 1/4: Section: 16 Township: 11 S	Range 24 E			
	1/4, of1/4, of1/4: Section: Township:	Range:			
	1/4, of 1/4, of 1/4: Section: Township:	Range:			
	UTM East(if known) UTM North	(If known)			
	Name of Quad Map for Location: WINTAH COUNTY TRANSPORTATIO	N SYSTEM MA			
2.	<u>Location and Operations maps</u> must be plotted at a scale to accurately identify locational landmarks and operations details. All maps must include a north arrow, scale, appropriate labels, and title box including the mine name, township, range and section. a. The <u>general location map</u> must be the scale of a USGS 7.5 minute series map or				
	equivalent (1"=2000') and identify new or existing access roads.				
	b. The operations map (1"=200' or other scale as determined necessar	y by the Division)			
	must be labeled and identify:				
	i. The area to be disturbed;				
	ii. The location of any existing or proposed operations including ac	cess roads, drill			
	holes, trenches, pits, shafts, cuts, or other planned activities; and				
	iii. Any adjacent previous disturbance for which the operator is not				
	(Contact the Division for a list of consultants and land surveyors for mapping				
3.	The proposed (5 acre or less) disturbed area (including access/haul roads) should be marked in the field ON THE GROUND with metal T-Posts (or with some other marker of				
	equal effectiveness). Markers should be appropriately spaced so that the either direction is clearly visible with the naked eye.	e next marker in			
II.	OPERATION PLAN (Rule R647-3-106)				
1.	Type of mining: Surface Underground				
2.	Mineral(s) to be mined: Gilsonite				
3.	Amount of material to be extracted, moved, or proposed to be moved:				
	5,000 to 10,000 ton				
		1170			
4.	Will any water, liquid chemicals, reagents, or other solutions be used, produced or discharged as part of the mining or milling process?				
	Yes ■ No ■ If yes, please describe (add extra pages if need	ed)			
5.	Provide a brief description of the proposed mining operation and ons	ite processina			
-	facilities (add extra pages if necessary). Extract Gilsoni of the ground.				
	of the ground.				

- 6. New Road(s): Length NONE (ft) Width (ft)
- 7. Improved Road(s): Provide a description of the improvements that need to be made to existing roads to access the site, including the Length 1208 (ft) and Width 15 (ft) of improvements.
 - 8. Total project surface **acreage to be disturbed**: <u>48</u> (acres) PLEASE SPECIFY <u>EXACT</u> ACREAGE (this will be used to determine surety bond amount see #VI).
 - 9. Proposed **startup date** (month, year)

September 2008

10. Proposed completion date, if known (month, year)

DECEMBER 2012

IV. OPERATION AND RECLAMATION PRACTICES (Rule R647-3-107, 108 & 109)

The reclamation and operation obligation is to keep the area clean and safe, minimize hazards to public safety, return the land to a useful condition, and reestablish at least 70 percent of the premining vegetative ground cover. To accomplish this, the Permittee / Operator will need to perform reclamation concurrently, or at the completion (within one (1) year) of mining. Please refer to <a href="https://doi.org/10.1001/j.com/nicial

- 1. Keep the mining operation in a safe, clean, and environmentally stable condition.
- 2. Permanently seal all shafts and tunnels to prevent unauthorized or accidental entry.
- 3. Plug drill holes with a five foot cement surface plug. Holes that encounter fluids are to be plugged in the subsurface to prevent aquifer contamination.
- 4. Construct berms, fences, or barriers, when needed, above highwalls and excavations.
- Remove, isolate, or neutralize all toxic materials in a manner compatible with federal and state regulations.
- Remove all waste or debris from stream channels.
- 7. Dispose of any trash, scrap metal, wood, machinery, and buildings.
- 8. Conduct mining activities so as to minimize erosion and control sediment.
- 9. Reclaim all roads that are not part of a permanent transportation system.
- 10. Stockpile topsoil and suitable overburden prior to mining.
- Stabilize highwalls by backfilling or rounding to 45 degrees or less, where feasible; reshape the land to near its original contour, and redistribute the topsoil and suitable overburden.
- 12. Properly prepare seedbed to a depth of six inches by pocking, ripping, discing, or harrowing. Leave the surface rough.
- 13. Reseed disturbed areas with adaptable species. (The Division recommends a mixture of species of grass, forb, and browse seed, and will provide a specific species list if requested.)
- Plant the seed with a rangeland or farm drill, or broadcast the seed. Fall is the preferred time to seed.

Instructions -Revise Notice

Application to Revise a Notice of Intention to Commence Small Mining Operations or Exploration

		-			
Operator: Rob Davis					
Mine Nan	ne:		File Number: E or M/		
Harr	ison		5/047/0100		
all maps a		at are to be a	s to the Notice that will be required as a result of this change. Individually list added, replaced, or removed from the Notice. Include page, section and ption.		
		DETAIL	ED SCHEDULE OF CHANGES TO THE NOTICE		
			Description of map, text, or materials to be changed		
ADD	REPLACE	REMOVE	Page 3		
ADD	REPLACE	REMOVE	Page 4		
ADD	REPLACE	REMOVE	Page 5		
ADD	REPLACE	REMOVE	map Directions		
ADD	REPLACE	REMOVE	Harrison maps		
ADD	REPLACE	REMOVE	Letter Head Cover letter		
ADD	REPLACE	REMOVE			
ADD	REPLACE	REMOVE			
ADD	REPLACE	REMOVE			
I hereby certify that I am a responsible official of the applicant and that the information contained in this application is true and correct to the best of my information and belief in all respects with the laws of Utah in reference to commitments and obligations, herein. Bob Davis Print Name Sign Name, Position Date					
Return to);				
State of Utah Division of Oil, Gas and Mining Attn: Minerals Regulatory Program 1594 West North Temple, Suite 1210 Box 145801 Salt Lake City, Utah 84114-5801 Phone: (801) 538-5291 Fax: (801) 359-3940 P:\GROUPS\M\NERALS\WP\FORM\S\Notices\Final\revision SMO_EXP.doc					

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ZIEGLER CHEMICAL & MINERAL CORP. LITTLE BONANZA OPERATIONS STAR ROUTE, VERNAL, UTAH 84078

Telephone: (435) 789-3595 Fax: (435) 789-3593

File Number: S/047/0100

Bob Davis: Harrison

Contents: 2 Maps, Page's 3, 4, 5 and Revision Form

Division: Minerals Regulatory Program

HARRISON 1 SE 1/4 SE 1/4 SEC. 16, T11S, R24E, S.L.M. BLM ZIEGLER CHEMICAL & MINERAL CORP. Hoist House -109 13.586, 39 51.296 Private new .05 ac OLD New Air Lift .04 ac New Bins .29 ac Private AMERICAN GILSONITE COMPANY BLM

5915 08 SIIDIVI S 6 Private eauoH taioH 109 13.586, 39 51.296 NJO 1SEE Private Henger THEREISON T

